

**Homestead Tax Credit  
Budget 70  
House Bill No. 1006**

	<b>FTE Positions</b>	<b>General Fund</b>	<b>Other Funds</b>	<b>Total</b>
2001-03 legislative appropriation	0.00	\$4,540,813		\$4,540,813
1999-2001 legislative appropriation	0.00	4,540,813		4,540,813
2001-03 appropriation increase (decrease) to 1999-2001 appropriation	0.00	\$0	\$0	\$0

**Item Description**

**Homestead tax credit program** - For eligible homeowners, the program provides for a graduated reduction in the taxable value and resulting taxes of a person's homestead.

For eligible renters, the program provides a direct payment of up to \$240 to renters of the amount by which 20 percent of the total rent (representing the property tax portion) exceeds 4 percent of the applicant's annual income.

**Status/Result**

The schedules below present the number of eligible homeowners and renters and the payments made in recent years:

<b>Number Eligible for Program</b>			
<b>Year</b>	<b>Homeowners</b>	<b>Renters</b>	<b>Total</b>
1997	5,680	1,499	7,179
1998	5,278	1,482	6,760
1999	4,943	1,454	6,397
2000	4,457	1,508	5,965

<b>Payments Made Under Program</b>			
<b>Year</b>	<b>Homeowners</b>	<b>Renters</b>	<b>Total</b>
1997	\$2,072,141	\$166,841	\$2,238,982
1998	\$1,974,283	\$165,060	\$2,139,343
1999	\$1,852,124	\$173,370	\$2,025,494
2000	\$1,817,552	\$190,211	\$2,007,763